

Federal Energy Management Program

The Energy Independence and Security Act of 2007

EISA and Sustainable Buildings ISWG – February 19, 2008

Overview

- Title IV—Energy savings in buildings and industry
 - Sec. 421: DOE → Office of Commercial High Performance Green Buildings
 - Sec 431, 433: Energy reduction and efficiency goals for federal buildings
 - Sec 432: Evaluations
 - Sec 434: Federal building efficiency
 - Green certification system
 - Data centers
 - Sec 435: Leasing
 - Sec 436: GSA → Office of Federal High-Performance Green Buildings, High-Performance Green Building Consortium
 - Sec 491: Demonstration Projects
 - Sec 494: Green Building Advisory Committee
 - Sec 465: Advisory Committee on Energy Efficiency Finance
- TITLE V—Energy savings in government and public institutions
 - Subtitle B: Energy Savings Performance Contracting (prohibits agency policy limiting contract length to <25 years)
 - Subtitle C: Energy Efficiency in Federal Agencies

Commercial Green Buildings

- Office of Commercial High Performance Green Buildings must be established by DOE
- Appropriations:
 - \$20,000,000 for fiscal year 2008; \$50,000,000 for 2009 and 2010, and so on
- Components:
 - conduct research
 - conduct pilot programs and demonstration projects
 - conduct deployment, dissemination, and technical assistance activities
 - develop training materials and courses for building professionals and trades
 - develop and disseminate public education materials
 - support code-setting organizations and State and local
 - governments in developing minimum performance standards in building codes
 - develop strategies for overcoming the split incentives between builders and purchasers, and landlords and tenants
 - develop improved means of measurement and verification of energy savings and performance for public dissemination

High-Performance Federal Buildings

Subtitle C

Percentage Reduction

| Fiscal Year | |
|-------------|----|
| 2006 | |
| 2007 | 4 |
| 2008 | 9 |
| 2009 | |
| 2010 | |
| 2011 | |
| 2012 | 21 |
| 2013 | 24 |
| 2014 | |
| 2015 | |

SEC. 432. MANAGEMENT OF ENERGY AND WATER EFFICIENCY IN FEDERAL BUILDINGS

Management of Energy and Water Efficiency in Federal Buildings

- (B) **COVERED FACILITIES**.— covered facilities consist of at least 75% of each agency's facility energy use using criteria developed by DOE
- "(A) EVALUATIONS.—Effective beginning on the date that is 180 days after the date of enactment of this subsection and annually thereafter, energy managers shall complete, for each calendar year, a comprehensive energy and water evaluation for approximately 25 percent of the facilities of each agency that meet the criteria under paragraph (2)(B) in a manner that ensures that an evaluation of each such facility is completed at least once every 4 years."
- Any energy or water-saving measure identified may be implemented not later than 2 years after the evaluation
- This will be included in OMB's scorecards
- DOE will establish a web-tracking system for each agency to use in reporting

Federal Building Energy Efficiency Performance Standards

In new Federal buildings and Federal buildings undergoing major renovations reduce energy consumption from a 2003 baseline of a comparable building by:

Percentage Reduction

Fiscal Year

| 2010 | |
|------|----|
| 2015 | 65 |
| 2020 | 80 |
| 2025 | 90 |
| 2030 | 00 |

Exceptions (must be approved): if technically impracticable in light of the agency's specified functional needs for that building

In 90 Days DOE must identify a certification system and level for green buildings

Management of Federal Building Efficiency

- When replacing equipment, renovating, etc., use the most energy efficient designs that are life-cycle cost effective
- Within 180 each Federal agency shall:
 - "(A) develop a process for reviewing each decision made on a large capital energy investment described in paragraph (1) to ensure that the requirements of this subsection are met; and
 - "(B) report to the Director of the Office of Management and Budget on the process established
- OMB will report within one year on agencies success in meeting above requirement
- Metering requirement expanded to natural gas and steam

Leasing

- Starting December 2010, agencies cannot lease building space that has not earned the Energy Star label within the most recent year
- Exceptions:
 - No space is available that meets the functional/locational requirements
 - The agency remains in the same building
 - The agency leases a historical/cultural space
 - The space leased <10,000 gross sq. ft.
 - Lease contract requires all energy efficiency and conservation improvements that would be cost effective over the life of the lease

Federal Green Buildings

- Within 60 days GSA → Office of Federal High-Performance Green Buildings
- establish a senior-level Federal Green Building Advisory Committee under section 474, which shall provide advice and recommendations in accordance with that section and subsection
- Within 90 days after the date of enactment of this Act, the Federal Director shall identify incentives, including awards, allowing agencies to retain savings in budget for reinvestment
- Report: within two years report status of meeting this subtitle

High-Performance Green Building Partnership

- High-Performance Green Building Partnership Consortium must be created to represent the private sector in a public-private partnership to promote high-performance green buildings and zeronet-energy commercial buildings.
- "cost-efficient" means cost savings pay for the additional costs in 5 years or less (geothermal heat pumps have a separate standard: "as soon as practical")
- EXEMPTION—The Administrator may exempt from the definition of "GSA facility" under this paragraph a building, structure, or facility that meets the requirements of section 543(c) of Public Law 95–619 (42 U.S.C. 8253(c)).

Federal Green Building Performance: Reporting

- By October 31 2009 and 2010 (future dates TBD by Comptroller General)
 - Audit of implementation
 - Report results to congress and others
- Work with OMB to improve environmental stewardship scorecard and include green building performance in OMB's scorecard

Data Centers

 Voluntary National Information Program to be established within 90 days by EPA and others

Demonstration Project

- 1 demonstration project per year of green features in a Federal building from 2009 to 2014, project must:
 - Provide measureable elements to aid research
 - Achieve the highest rating offered by the high performance green building system
- 4+ demonstration projects at 4 universities

Green Building Advisory Committee

- Within 180 days
- Representatives from:
 - section 421(e)
 - State and local governmental green building programs
 - Independent green building associations/councils
 - Building experts
 - National security experts
 - Public transportation industry experts
 - Environmental health experts
 - (max of 15 non-federal members)

Advisory Committee on Energy Efficiency Finance

- DOE will establish this committee composed of members with expertise in:
 - (1) availability of seed capital;
 - (2) availability of venture capital;
 - (3) availability of other sources of private equity;
 - (4) investment banking with respect to corporate finance;
 - (5) investment banking with respect to mergers and acquisitions;
 - (6) equity capital markets;
 - (7) debt capital markets;
 - (8) research analysis;
 - (9) sales and trading;
 - (10) commercial lending; and
 - (11) residential lending.

TITLE V—ENERGY SAVINGS IN GOVERNMENT AND PUBLIC INSTITUTIONS

- Subtitle B—Energy Savings Performance Contracting
 - Prohibits agency policy limiting contract length to <25 years

Subtitle C—Energy Efficiency in Federal Agencies

- SEC. 521. INSTALLATION OF PHOTOVOLTAIC SYSTEM AT DEPARTMENT OF ENERGY HEADQUARTERS BUILDING.
- **SEC. 523.** STANDARD RELATING TO SOLAR HOT WATER HEATERS.
 - At least 30% of hot water demand for new construction or major renovations
 - Adds "if lifecycle cost-effective"
- SEC. 524. FEDERALLY-PROCURED APPLIANCES WITH STANDBY POWER.
- SEC. 525. FEDERAL PROCUREMENT OF ENERGY EFFICIENT PRODUCTS.
- SEC. 527. GOVERNMENT EFFICIENCY STATUS REPORTS.
 - annual report by each agency subject to any part of this title

Web Access

Access text of EISA 2007 at:

http://frwebgate.access.gpo.gov/cgibin/getdoc.cgi?dbname=110_cong_bills&d ocid=f:h6enr.txt.pdf

Not Covered Today

- Title III:
 - Sec. 323 Public Building Energy Efficiency and Renewable Energy Systems
- Title IV:
 - Sec 438: Storm water runoff requirements for federal development projects
 - Sec 439: Cost-effective technology acceleration program

Not Covered Today cont.

- Title IV:
- SEC. 438. STORM WATER RUNOFF REQUIREMENTS FOR FEDERAL DEVELOPMENT PROJECTS.
- SEC. 439. COST-EFFECTIVE TECHNOLOGY ACCELERATION PROGRAM.
- There is authorized to be appropriated to carry out sections 434 through 439 and 482 \$4,000,000 for each of fiscal years 2008 through 2012, to remain available until expended.

Not Covered Today cont.

- SEC. 451. INDUSTRIAL ENERGY EFFICIENCY inserts PART E—INDUSTRIAL ENERGY EFFICIENCY
- "SEC. 373. WASTE ENERGY RECOVERY INCENTIVE GRANT PROGRAM for:
 - waste energy recovery
 - excess electricity generation
 - Grant made at rate of \$10/MWh electricity from recoverable waste energy in first 3 years of project
 - Utilities eligible for 50% of grant
 - Useful thermal energy created will earn a grant of \$10 for each 3,412,000 Btus of excess used
 - BUT cannot get grants if the project qualifies for certain Fed tax incentives
 - \$100,000,000 for fiscal year 2008 and \$200,000,000
 - for each of fiscal years 2009 through 2012